

MINUTE ITEM

23. PROPOSED OIL AND GAS LEASE, VENTURA COUNTY - W.O. 3560. (PARCEL 5)

After consideration of Calendar Item 18 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED TO OFFER A PARCEL OF TIDE AND SUB-MERGED LANDS IN VENTURA COUNTY FOR OIL AND GAS LEASE, PURSUANT TO DIVISION 6 OF THE PUBLIC RESOURCES CODE.

THE LEASE AWARD IS TO BE MADE TO THE QUALIFIED BIDDER OFFERING THE HIGHEST CASH-BONUS PAYMENT IN CONSIDERATION OF THE ISSUANCE OF AN OIL AND GAS LEASE.

THE BID-LEASE FORM TO BE UTILIZED FOR THE FOLLOWING-DESCRIBED PARCEL SHALL BE THE BASIC LEASE FORM ADOPTED BY THE COMMISSION ON NOVEMBER 15, 1960, WITH EXHIBIT "A", SECTION 3, SUBPARAGRAPH b, MODIFIED TO READ AS FOLLOWS:

- b. AT LEAST ONE (1) WELL FOR THE PRODUCTION OF OIL INTO EACH TWENTY (20) ACRES OF THE AREA CONTAINED IN THE LEASED LANDS WHERE THE BOTTOM OF THE PRODUCTIVE INTERVAL OF THE WELL AS COMPLETED FOR PRODUCTION IS AT A VERTICAL DEPTH IN EXCESS OF 6,000 FEET BELOW MEAN SEA LEVEL.

THE PROPOSED LEASE AREA, W.O. 3560 (PARCEL 5), ADJOINS STATE OIL AND GAS LEASE P.R.C. 735.1, AND IS DESCRIBED AS FOLLOWS:

BEGINNING AT A POINT ON THE ORDINARY HIGH WATER MARK ON THE SHORE OF THE PACIFIC OCEAN AS SHOWN UPON THE MAP RECORDED IN BOOK 18 OF THE RECORDS OF SURVEYS, VENTURA COUNTY, CALIFORNIA, AT PAGE 23, ET SEQ.; SAID POINT HAVING ZONE 5 CALIFORNIA COORDINATES OF X = 1,620,578.76 FEET AND Y = 261,232.37 FEET; THENCE SOUTHEASTERLY ALONG THE ORDINARY HIGH WATER MARK 10,650 FEET, MORE OR LESS, TO A POINT HAVING COORDINATES OF X = 1,624,800.03 FEET AND Y = 251,480.31 FEET; THENCE S. 73° 00' 20" W., 10,560 FEET; THENCE NORTHWESTERLY PARALLEL TO AND 10,560 FEET DISTANT FROM SAID ORDINARY HIGH WATER MARK TO A POINT WHICH BEARS S. 73° 00' 20" W. FROM THE POINT OF BEGINNING; THENCE N. 73° 00' 20" E. TO THE POINT OF BEGINNING, CONTAINING 2,560 ACRES, MORE OR LESS.

(COURSES USED IN THIS DESCRIPTION ARE BASED UPON THE CALIFORNIA COORDINATE SYSTEM, ZONE 5.)

Attachment

Calendar Item 18 (2 pages)

CALENDAR ITEM

18.

PROPOSED OIL AND GAS LEASE, VENTURA COUNTY - W.O. 3560. (PARCEL 5)

On October 27, 1960 (Minute Item 23, page 6412), pursuant to a request by the Ventura County Board of Supervisors, the Commission authorized the Executive Officer to determine a date for and to publish notice that a public hearing would be held in Ventura County by the Commission or by its Executive Officer to consider the factors for subsequent Commission determination of the proposed oil and gas lease terms and conditions for that area of tide and submerged lands, containing approximately 2,560 acres in Ventura County, lying between the southerly boundary extended of State Oil and Gas Lease P.R.C. 735.1 and a point on the high water mark approximately two miles southeasterly and extending seaward two statute miles.

On July 31, 1961, a public hearing was held in Ventura County; representatives of the City of Ventura and of the City of Oxnard were among those present. No objections were made to the proposed lease offer.

A staff review of the proposed oil and gas lease terms and conditions for bid-offer has been completed, in which full consideration was given to the operating and administrative experiences derived from the last series of oil and gas leases awarded by the Commission in Santa Barbara County. As a result, it is suggested that consideration be given to the utilization of the same basic lease form, with the exception that the well-spacing requirement of Exhibit "A", Section 3, Subparagraph b, shall be modified to require at least one well for the production of oil to be drilled into each 20 acres of leased land.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE EXECUTIVE OFFICER TO OFFER A PARCEL OF TIDE AND SUBMERGED LANDS IN VENTURA COUNTY FOR OIL AND GAS LEASE, PURSUANT TO DIVISION 6 OF THE PUBLIC RESOURCES CODE.

THE LEASE AWARD IS TO BE MADE TO THE QUALIFIED BIDDER OFFERING THE HIGHEST CASH-BONUS PAYMENT IN CONSIDERATION OF THE ISSUANCE OF AN OIL AND GAS LEASE.

THE BID-LEASE FORM TO BE UTILIZED FOR THE FOLLOWING-DESCRIBED PARCEL SHALL BE THE BASIC LEASE FORM ADOPTED BY THE COMMISSION ON NOVEMBER 15, 1960, WITH EXHIBIT "A", SECTION 3, SUBPARAGRAPH b, MODIFIED TO READ AS FOLLOWS:

- b. AT LEAST ONE (1) WELL FOR THE PRODUCTION OF OIL INTO EACH TWENTY (20) ACRES OF THE AREA CONTAINED IN THE LEASED LANDS WHERE THE BOTTOM OF THE PRODUCTIVE INTERVAL OF THE WELL AS COMPLETED FOR PRODUCTION IS AT A VERTICAL DEPTH IN EXCESS OF 6,000 FEET BELOW MEAN SEA LEVEL.

THE PROPOSED LEASE AREA, W.O. 3560 (PARCEL 5), ADJOINS STATE OIL AND GAS LEASE P.R.C. 735.1, AND IS DESCRIBED AS FOLLOWS:

CALENDAR ITEM 18. (CONTD.)

BEGINNING AT A POINT ON THE ORDINARY HIGH WATER MARK ON THE SHORE OF THE PACIFIC OCEAN AS SHOWN UPON THE MAP RECORDED IN BOOK 18 OF THE RECORDS OF SURVEYS, VENTURA COUNTY, CALIFORNIA, AT PAGE 23, ET SEQ.; SAID POINT HAVING ZONE 5 CALIFORNIA COORDINATES OF $X = 1,620,578.76$ FEET AND $Y = 261,232.37$ FEET; THENCE SOUTHEASTERLY ALONG THE ORDINARY HIGH WATER MARK 10,650 FEET, MORE OR LESS, TO A POINT HAVING COORDINATES OF $X = 1,624,800.03$ FEET AND $Y = 251,480.31$ FEET; THENCE S. $73^{\circ} 00' 20''$ W., 10,560 FEET; THENCE NORTHWESTERLY PARALLEL TO AND 10,560 FEET DISTANT FROM SAID ORDINARY HIGH WATER MARK TO A POINT WHICH BEARS S. $73^{\circ} 00' 20''$ W. FROM THE POINT OF BEGINNING; THENCE N. $73^{\circ} 00' 20''$ E. TO THE POINT OF BEGINNING, CONTAINING 2,560 ACRES, MORE OR LESS.

(COURSES USED IN THIS DESCRIPTION ARE BASED UPON THE CALIFORNIA COORDINATE SYSTEM, ZONE 5.)